

Proposition 36

MISSION STATEMENT

The Mission of Proposition 36 is to provide nonviolent drug offenders with proven and effective treatment strategies rather than incarceration through a collaborative effort of stakeholders.

DESCRIPTION OF MAJOR SERVICES

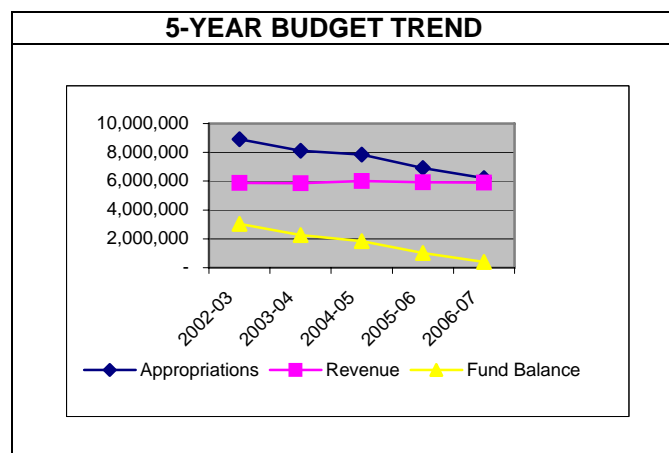
In November 2000, California passed Proposition 36, the Substance Abuse and Crime Prevention Act of 2000 (Act). The Act mandated that certain persons convicted of a nonviolent drug possession offense, and any parolee who is determined by the Parole Authority to have committed a nonviolent drug possession offense, or violated any other drug-related condition of parole, will be provided drug treatment and related services in lieu of incarceration. On February 6, 2001, the Board of Supervisors designated Human Services as the county lead agency for implementation of the Act and established a local interest earning special revenue fund for funds received from the state for this program. On April 18, 2006, the Board of Supervisors approved a change in the lead agency from Human Services to the Department of Behavioral Health (DBH), as most Prop 36 funds are utilized by Alcohol and Drug Services, which functions within DBH.

This special revenue fund does not directly spend funds or provides services; it is used only to account for disposition of the funds received from the state. Funds are transferred to the department of Alcohol and Drug Services and Probation who provide the treatment and oversight of the parolees.

Proposition 36 was intended as a 5 year demonstration project for the period of July 1, 2001 through June 30, 2006. Revenue of \$2.77 million was allocated to the county for the period of January 1, 2001 through June 30, 2001 as start up funds. During the planning for implementation a decision was made that the anticipated annual allocation would not keep pace with expenditures. Therefore, the \$2.77 million was deposited in the Proposition 36 special revenue fund to finance treatment and probation costs that exceeded the annual allocation. A portion of the reserve has been used annually to finance costs that have exceeded the annual allocation. Although Prop 36 was intended to sunset on June 30, 2006, the Governor has included funding in the state's 2006-07 proposed budget to continue Prop 36 activities.

There is no staffing associated with this budget unit.

BUDGET HISTORY

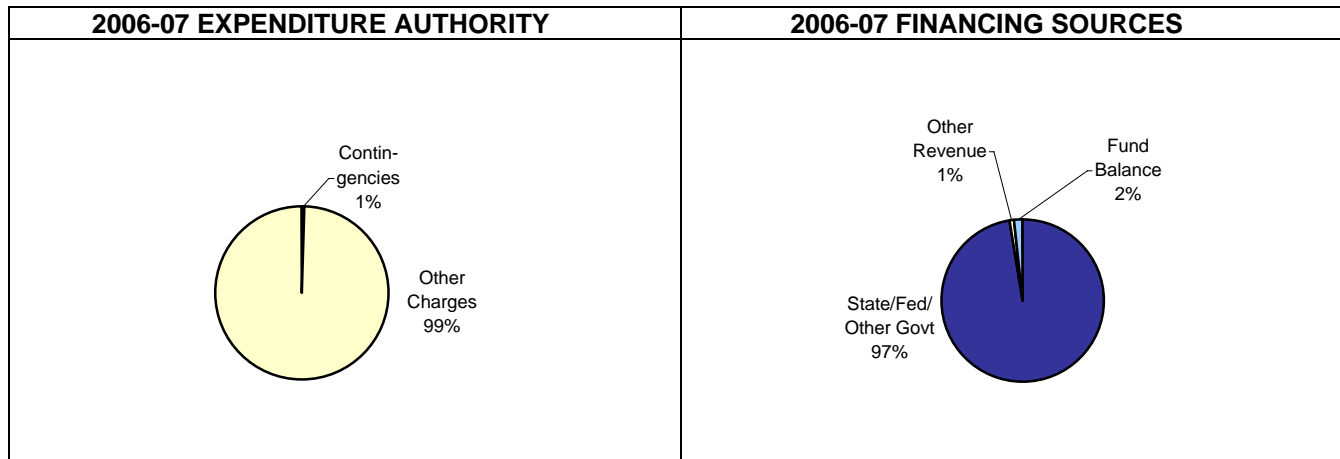


PERFORMANCE HISTORY

	2002-03 Actual	2003-04 Actual	2004-05 Actual	2005-06 Modified Budget	2005-06 Actual
Appropriation	6,625,029	6,214,085	6,792,989	6,920,756	6,891,758
Departmental Revenue	5,901,930	5,787,236	5,959,084	5,910,405	5,984,314
Fund Balance				1,010,351	



ANALYSIS OF FINAL BUDGET



GROUP: Administrative/Executive
DEPARTMENT: Behavioral Health
FUND: Proposition 36

BUDGET UNIT: RHD MLH
FUNCTION: Health and Sanitation
ACTIVITY: Health

	2002-03 Actual	2003-04 Actual	2004-05 Actual	2005-06 Actual	2005-06 Final Budget	2006-07 Final Budget	Change From 2005-06 Final Budget
Appropriation							
Transfers	2,591,826	6,214,085	6,792,989	6,891,758	6,888,196	6,164,567	(723,629)
Contingencies	-	-	-	-	32,560	38,113	5,553
Total Appropriation	2,591,826	6,214,085	6,792,989	6,891,758	6,920,756	6,202,680	(718,076)
Operating Transfers Out	4,033,203	-	-	-	-	-	-
Total Requirements	6,625,029	6,214,085	6,792,989	6,891,758	6,920,756	6,202,680	(718,076)
Departmental Revenue							
Use of Money and Prop	182,503	114,515	101,600	122,409	50,000	50,000	-
State, Fed or Gov't Aid	5,719,427	5,672,721	5,857,261	5,860,405	5,860,405	6,049,773	189,368
Other Revenue	-	-	223	1,500	-	-	-
Total Revenue	5,901,930	5,787,236	5,959,084	5,984,314	5,910,405	6,099,773	189,368
Fund Balance					1,010,351	102,907	(907,444)

Transfers for salaries and benefits and services and supplies are decreasing in 2006-07 due to decreases in staffing for drug programs and decreased contract costs for programs. Contingencies are increased as a result of the decrease in transfers. State aid is increased to reflect the state's preliminary allocation report. Fund balance is decreased as a result of expenditures outpacing revenues in 2005-06.

FINAL BUDGET CHANGES

The lower than anticipated fund balance is attributable to expenditures being higher than the department originally estimated in 2005-06, without a corresponding increase in revenue. The following fund balance adjustments were made: 1) State aid was increased by \$192,272 per the state's revised allocation report; and 2) Contingencies were decreased by \$114,430.

